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Dulles Seen Out

CIA Slated for Thorough Shakeup

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WASHINGTON—Allen W. Dulles is on the way out as chief of the super-secret Central Intelligence Agency he has headed since 1953.

The agency itself, according to informed sources here, will be drastically overhauled and reorganized by the Kennedy administration.

President Kennedy devoted only 100 words to this country's intelligence operations in his special message yesterday to Congress. But authoritative sources said they were highly significant.

The President's prepared address had this to say, with the words in parenthesis left out during the televised speech:

"Finally, to cite one other area of activities that are both legitimate and necessary as a means of self-defense in an age of hidden perils, our whole intelligence effort must be reviewed, and its coordination with other elements of policy assured."

One of Key Phrases

"This is not a matter on which public discussion is useful, nor are current studies completed. But the Congress and the Ameri-

can people are entitled to know that we will institute whatever new organization, policies and control are necessary (to insure the maximum coordination and use of all political, economic and psychological resources in the attainment of our objectives)."

One of the key phrases in those sentences, insiders say, is the one concerning "new organization, policies and control."

They add that there is a good likelihood that the CIA's name, as well as its organization, will be changed.

It is no secret that the President was disillusioned about the CIA, and his confidence in the agency shaken, by the quick failure of the Cuban invasion attempt.

On April 22, five days after the rebel landing in Cuba, Kennedy appointed retired Gen. Maxwell D. Taylor to head an investigation of the CIA's part in the affair, as well as other para-military capabilities of the U.S. Other members of the Taylor investigative committee include the President's brother, Atty. Gen. Robert F. Kennedy, Dulles, and Adm.

Arleigh A. Burke, chief of naval operations.

May Get New Post

The 68-year-old Dulles has had a long career in intelligence work. He was pictured a year ago as having told friends he hoped to continue as CIA director until his death.

Present indications are that this wish will not be fulfilled. Informed sources say thought is being given to shifting him to an ambassadorship, or some equally distinguished post, so that his long government service will not be demeaned or diminished.

The study by Gen. Taylor and his committee is expected to be finished within two weeks. Some sources here feel that, at the least, it will lead to a CIA which will continue to gather intelligence data but be divested of its function of evaluating that data.

Asked about these reports, Rep. Gallagher, D-13th Dist. N.J., a member of the Foreign Affairs Committee, said only that the presidential message yesterday indicated there probably would be a complete reorganization of the CIA and a separation of some of its present functions.

Watchdog Action

"It is unlikely," he said, "that Dulles will continue in all the functions he now fills—as a collector of intelligence, as an evaluator of intelligence, as an advisor (to the President and the National Security Council) and as an operator of intelligence projects."

In a related development, the House Rules Committee took testimony yesterday from congressional sponsors of several measures which would establish a joint Senate-House committee to supervise and oversee U.S. foreign intelligence operations.

One of the measures is by Rep. Frelinghuysen, R-5th Dist. N.J., also a member of the Foreign Affairs Committee. His resolution would establish a committee of nine senators and nine House members to make continuing studies of all aspects of foreign intelligence work and require the CIA director to keep the committee fully informed of his agency's activities.

Frelinghuysen told the rules

committee he felt there was a need for more direct and continued supervision of intelligence activities. His resolution was not intended as a means of pointing the finger at the CIA for its role in the Cuban invasion, he said, although he felt there was a reluctance within the agency to see a congressional watchdog committee formed.

He added that he felt Dulles was hesitant to talk fully before the Foreign Affairs Committee. And he said some of the Congressmen had heard that the forthcoming report by the Taylor committee would not be made public nor made generally available to Congress.

Chairman Howard Smith, D-Va., chairman of the rules committee, named a five-man subcommittee to consider the various measures. The subcommittee includes Democratic Reps. Madden of Indiana, Delaney of New York and Sisk of California, and Republican Reps. Brown of Ohio and H. A. Allen Smith of California.

Madden and Smith already have expressed support for a watchdog committee.